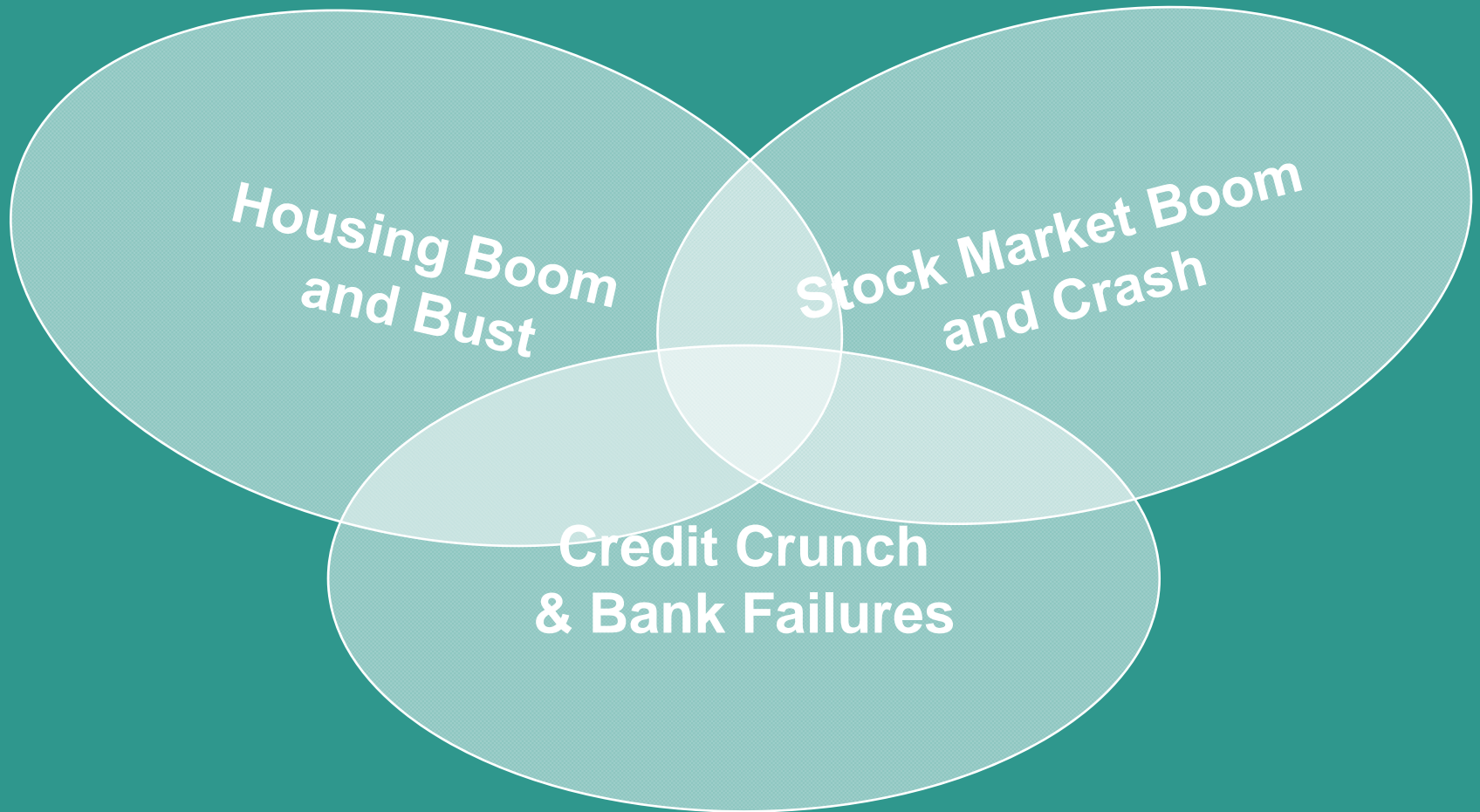


What's going on in Ontario's economy & How will it play out at CUPE bargaining tables

CUPE Research Presentation

“Global Triple Economic Bust ...”

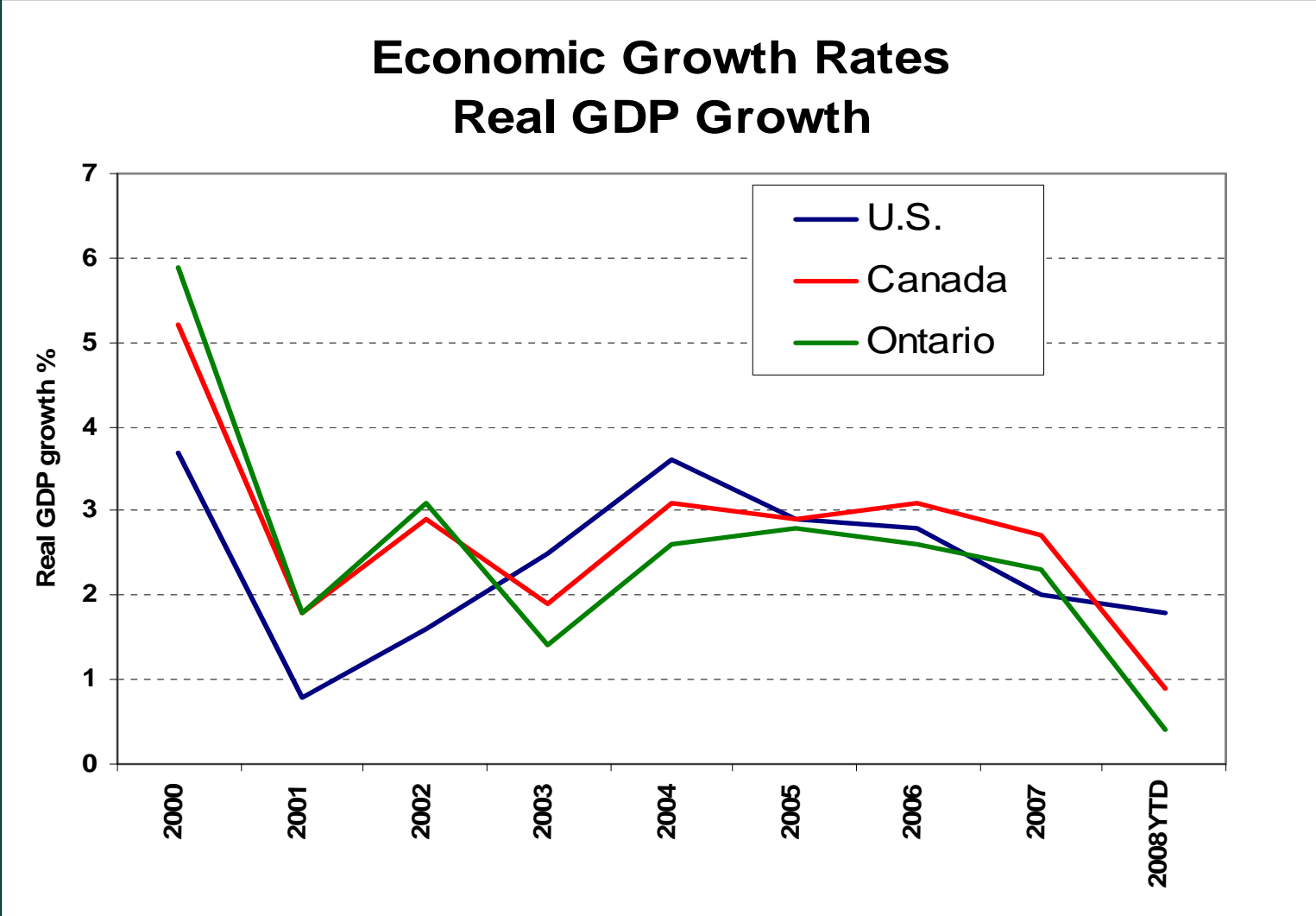


Combined with on-going manufacturing crisis and resource sector boom turned bust is and resource sector boom turned bust

Economy

- Economic downturn - Recession
- Financial meltdown
- Fiscal impact

From Slowing Growth to Recession



Ontario Economic Forecasts

Ontario GDP - Actual and Forecasts 2007 – 2010

	2007	2008	2009	2010
Ont Economic Outlook Oct 07	1.9	1.8	2.4	2.8
Ontario Budget March 2008	2.2	1.1	2.1	2.7
Ont Economic Outlook Oct 08		0.1	0.7	
Average Bank Forecasts		-0.1	-1.0	
Labour Economists		-0.1	-1.0	1.0

Ontario Economic Forecasts: Employment

	2007	2008	2009	2010
Ont Budget March 2008	1.6	1.0	1.1	
Ont Econ Update Oct 08		1.5	0.4	
RBC (Oct)		1.5	1.2	
TD Bank (Oct 16)		1.4	-0.4	0.8
Scotiabank (Oct 31)		1.4	-0.9	
BMO (Nov 28)		1.5	-1.0	0.4

Ontario Employment

- November - 66,000 jobs lost
- December – little change
 - 800 FT and 1,000 PT jobs created
- January – 71,000 jobs lost

- 2008 employment growth of 0.6%
 - All growth in part-time work

Transfers to CUPE employers

- Ontario government announced in late 2008 that transfer increases would be held to 2% in 2009/10 budget
- Ontario 2009/10 Budget scheduled for March 26

Labour's Program for Recovery

- Re-investment
 - In the real economy
- Re-building
 - Social infrastructure and support
- Re-regulation and control
 - Of the finance sector

Social spending has strongest stimulus

<i>\$1 billion spending or cut in:</i>	<i>Output (\$billion)</i>	<i>Jobs</i>
Early learning and child care		35,000
Health care	2.0	18,000
Infrastructure	2.8	16,000
Education	1.9	12,000
EI Rate cut	1.8	8,000
Income tax cut	1.3	6,000

Credits and Thanks:

- Toby Sanger, CUPE Economist, Presentation to Ontario Division Board Meeting, December 2008 & Economic Climate for Bargaining, December 2008
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- Jim Stamford, CAW
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- Statistics Canada
- Ontario Ministry of Labour